

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | KATE FITZPATRICK | ELIZABETH FONTAINE | JOHN B. LANGAN | JAMES M. MACHADO | ROBERT B. MCCARTHY

MEMORANDUM

TO: Reading Retirement Board

FROM: Joseph E. Connarton, Executive Director

RE: Approval of Funding Schedule

DATE: November 24, 2015

This Commission is hereby furnishing you with approval of the revised funding schedule you recently adopted (copy enclosed). The schedule assumes payments will be paid in equal installments on August 1 and December 31 of each fiscal year. The schedule is effective in FY16 (since the FY16 appropriation was maintained from the prior schedule) and is acceptable under Chapter 32.

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446, extension 921.

Enc.



SECTION 3 - CHAPTER 32 OF M.G.L. APPROPRIATIONS

Exhibit 3.2 - 30-Year Forecast of Annual Appropriations

Fiscal Year Ending	Total Normal Cost	Employee Contributions	Employer Normal Cost	Amortization Payment of UAL	Total Employer Cost	Increase over Prior Year	Unfunded Actuarial Accrued Liability
2016	\$3,534,922	\$2,193,358	\$1,341,564	\$3,843,249	\$5,184,813		\$42,961,539
2017	3,693,993	2,292,059	1,401,934	4,016,195	5,418,129	4.50%	42,185,696
2018	3,860,223	2,395,201	1,465,022	4,196,923	5,661,945	4.50%	41,167,693
2019	4,033,933	2,502,985	1,530,948	4,385,785	5,916,733	4.50%	39,880,779
2020	4,215,460	2,615,619	1,599,841	4,583,145	6,182,986	4.50%	38,295,785
2021	4,405,157	2,733,322	1,671,835	4,789,385	6,461,220	4.50%	36,380,925
2022	4,603,388	2,856,321	1,747,067	5,004,908	6,751,975	4.50%	34,101,578
2023	4,810,540	2,984,856	1,825,684	5,230,129	7,055,813	4.50%	31,420,048
2024	5,027,015	3,119,174	1,907,841	5,465,485	7,373,326	4.50%	28,295,317
2025	5,253,231	3,259,537	1,993,694	5,711,430	7,705,124	4.50%	24,682,768
2026	5,489,626	3,406,216	2,083,410	5,968,446	8,051,856	4.50%	20,533,889
2027	5,736,660	3,559,495	2,177,165	6,237,025	8,414,190	4.50%	15,795,950
2028	5,994,810	3,719,672	2,275,138	6,517,690	8,792,828	4.50%	10,411,664
2029	6,264,576	3,887,058	2,377,518	4,398,391	6,775,909	-22.94%	4,318,810
2030	6,546,481	4,061,975	2,484,506	-	2,484,506	-63.33%	-
2031	6,841,073	4,244,765	2,596,308	-	2,596,308	4.50%	-
2032	7,148,921	4,435,779	2,713,142	-	2,713,142	4.50%	-
2033	7,470,623	4,635,388	2,835,235	-	2,835,235	4.50%	-
2034	7,806,801	4,843,980	2,962,821	-	2,962,821	4.50%	-
2035	8,158,107	5,061,959	3,096,148	-	3,096,148	4.50%	-
2036	8,525,222	5,289,748	3,235,474	-	3,235,474	4.50%	-
2037	8,908,857	5,527,787	3,381,070	-	3,381,070	4.50%	-
2038	9,309,756	5,776,537	3,533,219	-	3,533,219	4.50%	-
2039	9,728,695	6,036,482	3,692,213	-	3,692,213	4.50%	-
2040	10,166,486	6,308,124	3,858,362	-	3,858,362	4.50%	-
2041	10,623,978	6,591,990	4,031,988	-	4,031,988	4.50%	-
2042	11,102,057	6,888,629	4,213,428	-	4,213,428	4.50%	-
2043	11,601,649	7,198,618	4,403,031	-	4,403,031	4.50%	-
2044	12,123,723	7,522,556	4,601,167	-	4,601,167	4.50%	-
2045	12,669,290	7,861,071	4,808,219	-	4,808,219	4.50%	-

Reading Contributory Retirement System
Actuarial Valuation as of January 1, 2015